



## LEGISLATIVE BUDGET BOARD

# Statewide Behavioral Health Services

## Overview and Funding

**PRESENTED TO THE HOUSE COMMITTEE ON APPROPRIATIONS  
LEGISLATIVE BUDGET BOARD STAFF**

**JANUARY 2019**

# House Bill 1, Introduced

## Funding for Behavioral Health Services

- \$4.0 billion in All Funds (\$3.0 billion in General Revenue Funds and General Revenue-Dedicated Funds) for non-Medicaid/Children's Health Insurance Program (CHIP) behavioral health services at 23 agencies across six articles.
- Estimated behavioral health-related Medicaid and CHIP expenditures total \$3.4 billion in All Funds and \$111.7 million in All Funds, respectively.
- Total behavioral health-related funding, including Medicaid and CHIP expenditures, is estimated to be \$7.5 billion in All Funds.
- Funding at the Health and Human Services Commission (HHSC) includes:
  - \$1.3 billion in All Funds (\$1.1 billion in General Revenue Funds) for community mental health services for adults and children, including
    - \$11.8 million in All Funds (\$11.0 million in General Revenue Funds) to expand outpatient treatment capacity for children;
  - \$852.4 million in All Funds (\$720.9 million in General Revenue Funds) for state mental health hospitals, including
    - \$27.6 million in General Revenue Funds to staff and operate expanded capacity at three facilities; and
  - \$435.7 million in All Funds (\$93.4 million in General Revenue Funds) for substance abuse services.

# Funding for Behavioral Health Services (non-Medicaid/CHIP) (in millions)

Agency	2018-19 Biennium		2020-21 Biennium	
	Estimated / Budgeted		House Bill 1, Introduced	
	General Revenue Related	All Funds	General Revenue Related	All Funds
Office of the Governor, Trusteed Programs	\$ 23,590,585	\$ 152,386,112	\$ 22,910,620	\$ 152,784,703
Veterans Commission	\$ -	\$ 12,178,000	\$ -	\$ 11,578,000
<b>Article I Subtotal</b>	<b>\$ 23,590,585</b>	<b>\$ 164,564,112</b>	<b>\$ 22,910,620</b>	<b>\$ 164,362,703</b>
Health and Human Services Commission	\$ 2,145,093,014	\$ 3,344,325,792	\$ 2,233,432,902	\$ 2,954,906,878
Texas Civil Commitment Office	\$ 309,222	\$ 309,222	\$ 309,222	\$ 309,222
Department of Family and Protective Services	\$ 26,809,128	\$ 52,846,472	\$ 26,809,128	\$ 52,846,472
Department of State Health Services	\$ 1,528,479	\$ 2,873,837	\$ 3,956,189	\$ 5,323,118
<b>Article II Subtotal</b>	<b>\$ 2,173,739,843</b>	<b>\$ 3,400,355,323</b>	<b>\$ 2,264,507,441</b>	<b>\$ 3,013,385,690</b>
Texas Education Agency	\$ -	\$ -	\$ 11,978,500	\$ 36,978,500
School for the Deaf	\$ -	\$ -	\$ 127,727	\$ 127,727
Texas Tech University Health Sciences Center	\$ -	\$ -	\$ 20,000,000	\$ 20,000,000
University of Texas - Health Science Center at Houston	\$ 16,000,000	\$ 16,000,000	\$ 16,000,000	\$ 16,000,000
University of Texas - Health Science Center at Tyler	\$ 8,000,000	\$ 8,000,000	\$ 8,000,000	\$ 8,000,000
<b>Article III Subtotal</b>	<b>\$ 24,000,000</b>	<b>\$ 24,000,000</b>	<b>\$ 56,106,227</b>	<b>\$ 81,106,227</b>
Supreme Court of Texas	\$ 1,234,000	\$ 1,234,000	\$ 2,000,000	\$ 2,000,000
Court of Criminal Appeals	\$ 637,000	\$ 637,000	\$ 637,000	\$ 637,000
<b>Article IV Subtotal</b>	<b>\$ 1,871,000</b>	<b>\$ 1,871,000</b>	<b>\$ 2,637,000</b>	<b>\$ 2,637,000</b>
Military Department	\$ 1,911,600	\$ 1,911,600	\$ 1,911,600	\$ 1,911,600
Commission on Jail Standards	\$ 375,021	\$ 375,021	\$ 371,712	\$ 371,712
Juvenile Justice Department	\$ 171,818,790	\$ 175,440,434	\$ 171,782,819	\$ 175,464,819
Department of Criminal Justice	\$ 510,699,663	\$ 515,788,705	\$ 515,699,663	\$ 520,788,705
<b>Article V Subtotal</b>	<b>\$ 684,805,074</b>	<b>\$ 693,515,760</b>	<b>\$ 689,765,794</b>	<b>\$ 698,536,836</b>
Medical Board	\$ 1,084,984	\$ 1,084,984	\$ 1,084,984	\$ 1,084,984
State Board of Dental Examiners	\$ 266,611	\$ 266,611	\$ 263,856	\$ 263,856
Board of Nursing	\$ 2,010,916	\$ 2,010,916	\$ 2,010,916	\$ 2,010,916
Optometry Board	\$ 72,000	\$ 72,000	\$ 72,000	\$ 72,000
State Board of Pharmacy	\$ 486,009	\$ 486,009	\$ 486,009	\$ 486,009
Board of Veterinary Medical Examiners	\$ 90,000	\$ 90,000	\$ 90,000	\$ 90,000
<b>Article VIII Subtotal</b>	<b>\$ 4,010,520</b>	<b>\$ 4,010,520</b>	<b>\$ 4,007,765</b>	<b>\$ 4,007,765</b>
<b>Cross Article Total, Excluding Medicaid and CHIP</b>	<b>\$ 2,912,017,022</b>	<b>\$ 4,288,316,715</b>	<b>\$ 3,039,934,847</b>	<b>\$ 3,964,036,221</b>

# Funding for Behavioral Health Services (Medicaid and CHIP)

Agency	2018-19 Biennium	2020-21 Biennium
	Estimated / Budgeted	House Bill 1, Introduced
	All Funds	All Funds
<b>Cross Article Total, Excluding Medicaid and CHIP</b>	<b>\$ 4,288,316,715</b>	<b>\$ 3,964,036,221</b>
Estimated Behavioral Health Related Medicaid Expenditures <sup>1</sup>	\$ 3,191,109,190	\$ 3,407,972,801
Estimated Behavioral Health Related CHIP Expenditures*	\$ 92,989,978	\$ 111,699,426
<b>Medicaid and CHIP Subtotal</b>	<b>\$ 3,284,099,168</b>	<b>\$ 3,519,672,227</b>
<b>Cross Article Total with Medicaid and CHIP</b>	<b>\$ 7,572,415,883</b>	<b>\$ 7,483,708,448</b>

Note: Estimated Behavioral Health Related Medicaid and CHIP expenditures include projected cost growth that is not funded in the Introduced Bill.

# Article IX Section 10.04

## (2018-19 GAA, Eighty-fifth Legislature, 2017)

Article IX, Sec. 10.04, Statewide Behavioral Health Strategic Plan and Coordinated Expenditures:

- Provides an informational listing of funding for behavioral health and substance abuse services;
- Lists agencies that serve on the Statewide Behavioral Health Coordinating Council;
- Requires the Council to submit the Coordinated Statewide Expenditure Proposal each fiscal year of the biennium; and
- Requires the Council to submit a report each fiscal year detailing progress made towards the Statewide Behavioral Health Strategic Plan. The plan, submitted by the Council in May 2016, provides the framework to address gaps and challenges in the behavioral health system and improve access to care and individual outcomes.

# Article IX Section 10.04

## (House Bill 1, Introduced, Eighty-sixth Legislature)

House Bill 1, Introduced amends Article IX, Sec. 10.04, Statewide Behavioral Health Strategic Plan and Coordinated Expenditures, to:

- Identify five new agencies in the informational listing of behavioral health appropriations, including the Texas Education Agency, Texas Tech University Health Sciences Center, and the Department of State Health Services;
- Update the informational listing of behavioral health appropriations to align with recommendations for the 2020-21 biennium;
- Exempt Article IV and Article VIII agencies from serving on the Statewide Behavioral Health Coordinating Council; and
- Extend the time of review of the Statewide Behavioral Health Coordinating Council's Coordinated Statewide Expenditure Proposal for fiscal year 2020.

# Construction at State Mental Health Facilities

- The Eighty-fifth Legislature provided \$300.0 million from the Economic Stabilization Fund (ESF) for new construction and significant repairs at the state hospitals and other state-funded inpatient mental health facilities. HHSC was required to receive approval for specific projects prior to expenditure of the funds.
- HHSC has received approval to expend \$293.7 million in ESF for several projects, including:
  - \$11.5 million for construction of a 40-bed unit at San Antonio State Hospital;
  - \$30.5 million for construction of a 70-bed maximum-security unit (MSU) at Kerrville State Hospital;
  - \$91.5 million for construction of a 100-bed MSU and \$4.5 million for planning of a 100-bed unit at Rusk State Hospital;
  - \$125.0 million for construction of a minimum 228-bed unit at Harris County Psychiatric Hospital;
  - \$30.0 million total to begin planning efforts to replace current Austin State Hospital (\$15.5 million; 240-bed campus) and San Antonio State Hospital (\$14.5 million; 300-bed campus); and
  - \$0.7 million to hire 3.0 FTEs for oversight of the construction projects.



## LEGISLATIVE BUDGET BOARD

# Contact the LBB

Legislative Budget Board

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512.463.1200